(e) The requisite information is as under:—

S. No.	Name of the Product	Price taken
1	Sulphamoxole	Rs. 430·00 per kg.
2	Zinc Bacitractin	Rs. 203·10 per MU
3	Polymixin 'B' Sulphate	Rs. 13·72 per MU
4	Thioridazine	Rs. 6922·08 per kg.

(f) BICP is already on the job.

Justification for Allowing Incidentals to Fixation of Formulation Prices

658. SHRI MOHD. KHALEELUR RAHMAN: Will the Minister of PETROLEUM AND CHEMICALS be pleased to refer to the answer to Unstarred Question 1168 given in Rajya Sabha on 7th January, 1991 and state:

(a) what are the names of two or three formulators for whom ceiling prices were announced in respect of Pilocarpine, Prednisolone and Trimethoprim plus Sulphadizine;

(b) whether it is a fact that drug industry is siphoning off its profits by giving discounts, incentives and distribution of gifts;

(c) what were the expenses on this account of five major companies during the last one year; and

(d) what is the justification for allowing 20 per cent discounts over and above the trade commission and also allowing 8 per cent incidentals?

THE MINISTER OF PETROLEUM AND CHEMICALS AND PARLIAMENTARY AFFAIRS (SHRI SATYA PRAKASH MALAVIYA): (a) The requisite information to the extent available is given in the annexed statement.

(b) to (d) While fixing the prices of controlled formulations, a fixed Maximum Allowable Post-Manufacturing Expenses (MAPE), which is 75 per cent and 100 per cent in the case of Category I and Category II formulations respectively, is allowed. The manufacturers are required to meet their expenses including giving discounts, incentives, etc. within the given MAPE. Incidentals within a limit of 8 per cent are allowed to cover Sales Tax, Octroi, Insurance, Freight etc.

Statement

Sl. No.	Name of the bulk drug	Name of the formulator
1	Pilocarpine	(1) Fair-deal Corporation
		(2) Bell Labs.
2	Prednisolone	(1) Wyeth Labs.
		(2) Hoechst
		(3) Pifzer
3	Trimethoprim+Sulphadizaine	(1) Hindustan Ciba Geigy
		(2) Astra IDL
		(3) Etinor